



HOUSE REPUBLICAN STAFF ANALYSIS

Bill:	House File 2500 (HSB 583)	House Committee:	PASSED February 11 (20-2)
Committee:	State Government	House Floor:	
Floor Manager:	Representative Bergan	Senate Floor:	
Date:	February 24, 2026	Governor:	
Staff:	Jason Covey (1-3626)		

DAS State Contracts

- Prohibits provisions of state purchasing contracts that are contrary to public policy.
- Limits the venue for litigation of contracts to the relevant state or federal court in Iowa.
- Applies to new or renewed contracts after the effective date of the bill.

Section by Section Analysis

Section 1 – State purchasing contracts – prohibited terms (Iowa Code 8A.311C)

NEW SECTION - Provisions of a contract that are prohibited by this section are void contrary to public policy. The contract is enforced as if those provisions were not included. Prohibits litigation venue to be outside the state of Iowa.

Section 2 – State purchasing contracts – required terms (Iowa Code 8A.311D)

NEW SECTION - Contracts shall be governed by the laws of the State of Iowa and the venue for any litigation in connection with the contract will be brought in either the District Court of Polk County or the US District Court for the Southern District of Iowa.

Section 3 – (Iowa Code 8A.311E)

NEW SECTION – If the Director determines that a necessary good or service is impossible to procure due to a provision on this bill, the Director may waive the requirement. The State agency shall provide sufficient evidence that the state would suffer a disruption or harm if they cannot procure the goods or service.

Section 4 – APPLICABILITY

Contract terms and conditions shall apply to contracts entered into or renewed after the effective date of this bill.